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4 UNITED STATES DISTRICT COURT
5 DISTRICT OF NEVADA

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7 CANTERS DELI LAS VEGAS, LLC, *et al.*,

8 Plaintiffs,

9 v.

10 BANC OF AMERICA MERCHANT
11 SERVICES, LLC, *et al.*,

12 Defendants.

Case No. 2:18-cv-1908-KJD-GWF

ORDER

13 There are three motions pending before the Court. The first is a motion to dismiss or, in
14 the alternative, to transfer venue (#10), filed by defendant FreedomPay, Inc. The second is a
15 motion to dismiss under Rule 12(b)(3) for improper venue (#12), filed by defendants Banc of
16 America Merchant Services, LLC and Bank of America, N.A.¹ The Court construes both
17 motions as motions to transfer venue under 28 U.S.C. § 1404(a).² Plaintiffs Canters Deli Las
18 Vegas, LLC and Canters Deli Tivoli Village, LLC filed a consolidated opposition to the two
19 motions (#20). FreedomPay (#24) and Bank of America (#27) replied.

20 Also before the Court is FreedomPay's freestanding motion to transfer venue to the
21 Eastern District of Pennsylvania (#30), which it filed to correct a procedural defect in its original
22 motion to dismiss. Canters Deli responded (#31), and FreedomPay replied (#32). Although Bank
23 of America's motion to dismiss suffers from the same procedural defect as FreedomPay's first

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25 ¹ Except where otherwise necessary, the Court will refer to Banc of America Merchant Services and Bank
26 of America collectively as "Bank of America" or "processors." It will likewise refer to both Canters Deli plaintiffs
as "Canters Deli."

27 ² Although the motions to dismiss do not cite the appropriate venue statute, see 28 U.S.C. § 1404(a), both
28 Bank of America and FreedomPay consent to transfer this case in place of dismissal. See Def.'s Reply 2, ECF No.
27 (Bank of America will "readily agree to [transfer] as an alternative to dismissal"); Def.'s Reply 4, ECF No. 24
(FreedomPay consenting to transfer the case if the Court elects to construe their motion to dismiss as a motion to
transfer venue under § 1404(a)).

1 motion, it has not filed a motion to transfer venue.

2 This is a dispute between a deli and its credit card processors over missing credit-card
3 deposits. In June of 2018, non-party Mikhail Siretskiy allegedly siphoned thousands of dollars of
4 Canters Deli credit-card proceeds to his own checking account by designating that account as the
5 payee account for Canters Deli credit card deposits. Whether Siretskiy was authorized to reroute
6 those funds is the subject of a corresponding state-court case. This case will determine whether
7 Bank of America and FreedomPay are liable for the missing funds.

8 These motions present the narrow issue whether Canters Deli may sue Bank of America
9 and FreedomPay in this district when the credit card processors' terms of service explicitly
10 designate other forums to resolve such disputes. If those forum selection clauses are enforceable,
11 and if the clauses apply to Canters Deli's claims, the Court must transfer the case to the
12 designated forums absent extraordinary circumstances. For the reasons below, the Court finds
13 that the forum selection clauses here are valid, and there is no evidence of extraordinary
14 circumstances that warrant departure from the terms of the parties' respective agreements.
15 Accordingly, the Court grants FreedomPay and Bank of America's respective motions to
16 dismiss, which the Court has construed as motions to transfer venue.

17 **I. Background**

18 Until recently, Canters Deli owned and operated two locations in Las Vegas. Both
19 locations used Bank of America's merchant-card processing services, which allowed the deli to
20 accept credit and debit cards. Compl. 3, ECF No. 1. For its part, Bank of America was
21 responsible for facilitating credit- and debit-card sales, batching those payments, and depositing
22 the batches into a Canter Deli deposit account. The delis' respective processing agreements with
23 Banc of America Merchant Card Services are governed by two documents: The Merchant
24 Processing Application and Agreement and the "Program Guide." Def.'s Mot. Dismiss 2, ECF
25 No. 12. The bank refers to these documents collectively as "the Agreement." Id. Among other
26 things, the Program Guide set out the operating procedures for the merchant-card program,
27 disclosed the fee schedules for the various services, and outlined the terms and conditions of the
28 merchant-card agreement. See Program Guide 1, ECF No. 12-1.

1 The terms and conditions included a forum-selection clause and a choice-of-law clause.
2 Those clauses designated North Carolina as the bank’s preferred forum for “any actions or
3 claims arising under or related to [the merchant-services] Agreement.” Program Guide 48, ECF
4 No. 12-1. Specifically, the bank elected the Charlotte Division of the Western District of North
5 Carolina as the only acceptable forum to litigate disputes arising out its agreement with Canters
6 Deli. Id.

7 In June of 2017, Canters Deli contracted with FreedomPay, a third-party “switcher,” to
8 act as an intermediary between the deli and Bank of America. Def.’s Mot. Dismiss 2, ECF No.
9 10. The deli signed a “Switching Agreement” with FreedomPay that outlined the switcher’s
10 services and associated costs. Id. at 2–3. The Switching Agreement also contained a forum-
11 selection clause and a choice-of-law clause. Those clauses designated the Eastern District of
12 Pennsylvania—and Pennsylvania law—as the only acceptable forum and governing law for “any
13 action by the Parties relating to or arising in whole or part under or in connection with [the
14 Switching] Agreement.” Def.’s Mot. Dismiss 19, ECF 10-1.

15 In June of 2018, Mikhail Siretskiy managed to designate his personal checking account as
16 the deposit account for the Canters Deli credit card deposits. Compl. 4–5, ECF No. 1. At the
17 time, Siretskiy held an “indirect” interest in the deli. Id. at 3. Before Siretskiy connected his
18 checking account to the merchant-service account, he had to obtain certain verifications. These
19 verifications—known as a VAR Sheet—came from Banc of America Merchant Services. Id. The
20 VAR Sheet contained the merchant-services identification numbers and corresponding deposit
21 account numbers of Canters Deli’s merchant accounts. Id. Siretskiy used the VAR Sheet to
22 connect his own checking account to the merchant-services account and divert “tens of
23 thousands of dollars” of batched credit card deposits away from Canters Deli. Id. at 5. Canters
24 Deli claims that Siretskiy lacked authority to reroute those funds and has sued him in state court.
25 Id.

26 In addition to its state-court case, Canters Deli sued Bank of America and FreedomPay in
27 this Court for their failure to prevent Siretskiy’s alleged scheme. Both defendants move to
28 dismiss under Rule 12(b)(3) for improper venue, citing the forum selection clauses in their

1 respective terms of service. In its response, Canters Deli argued that a motion to dismiss is
2 improper where, as here, venue would be proper but for the forum selection clause. Both
3 defendants have since consented to transfer instead of dismissal, and FreedomPay has filed an
4 alternative motion to transfer venue under 28 U.S.C. § 1404(a). The motions have been fully
5 briefed and are ripe for decision.

6 **II. Legal Standard**

7 In a civil action, venue is proper if it falls into one of three categories under 28 U.S.C.
8 § 1391(b). Section 1391(b) allows an action to proceed in the desired venue if: (1) every
9 defendant resides in the state where the federal district is located; (2) a substantial part of the
10 events or omissions giving rise to the claim occurred in that federal district; or if no other federal
11 district is appropriate, (3) venue is proper in any district where any defendant is subject to the
12 Court's personal jurisdiction. Id. § 1391(b)(1)–(3). Where there is a dispute over venue, the
13 Court looks to 28 U.S.C. §§ 1404(a) and 1406(a) to determine whether to transfer or dismiss the
14 case. Section 1406 applies where venue is improper or wrong under the § 1391(b) factors. It
15 allows the Court to dismiss the case or transfer it to a federal district where the case could have
16 been brought. 28 U.S.C. § 1406(a). Section 1404(a), on the other hand, allows the Court to
17 transfer a case filed in an appropriate venue if it is “in the interest of justice.” Section 1404(a)
18 codified the doctrine of forum non conveniens, which allows transfer from an otherwise proper
19 venue if the defendant meets the “heavy burden in opposing the plaintiff’s chosen forum.
20 Sinochem Intern. Co. Ltd. v. Malysia Intern. Shipping Corp., 549 U.S. 422, 430 (2007).

21 The presence of a valid forum-selection clause alters the analysis because the clause
22 represents the parties’ prior agreement on the acceptable forum. Stewart Org., Inc. v. Ricoh
23 Corp., 487 U.S. 22, 31 (1988). However, the forum-selection clause itself has no bearing on the
24 appropriateness of the plaintiff’s selected forum. In fact, whether the venue is “wrong or
25 improper” depends entirely upon whether the case satisfies one of the three venue conditions in
26 § 1391(b). Atl. Marine Const. Co., Inc. v. U.S Dist. Ct. for W. Dist. Of Tex., 571 U.S. 49, 55
27 (2013) (internal quotations omitted). Accordingly, when a party challenges venue, the Court
28 must first determine whether the plaintiff’s chosen venue is proper under § 1391(b). If the venue

1 does not meet one of § 1391(a)'s three categories, it is improper, and the Court must dismiss the
2 case under § 1406(a). Atl. Marine, 571 U.S. at 56. If the plaintiff's selected venue is proper
3 under § 1391(b), but the forum-selection clause designates a different forum, Rule 12(b)(3) and
4 § 1406 do not apply. The Court is left with § 1404(a)'s forum non conveniens analysis. Id.

5 Generally, the Court will transfer those cases to the agreed-upon forum absent
6 extraordinary circumstances. Atl. Marine, 571 U.S. at 62 quoting Stewart, 487 U.S. at 31 ("a
7 valid forum-selection clause [should be] given controlling weight in all but the most exceptional
8 cases"). Three factors control whether the Court should honor the forum-selection clause and
9 transfer the case. First, the plaintiff's choice of forum is irrelevant. Id. at 63; Van Dusen v.
10 Barrack, 376 U.S. 612, 635 (1964). A plaintiff surrenders its so-called "venue privilege" when it
11 agrees to sue in one specific forum. Atl. Marine, 571 U.S. at 63–64. Presumably, the plaintiff
12 bargained for some benefit in exchange for the forum-selection clause. In so doing, the plaintiff
13 "effectively exercised its 'venue privilege' before a dispute [arose]." Id. at 63. Accordingly, the
14 Court need only defer to the plaintiff's first choice for venue, which is found in the forum-
15 selection clause.

16 Second, the Court does not consider the parties' private interests. Like venue preference,
17 the plaintiff waives its right to contest any inconvenience it may face litigating in the forum it
18 already agreed to. Id. at 64. The Court must interpret the private-interest factors in favor of the
19 preselected venue. Id. After all, "[w]hatever 'inconvenience' [the parties] would suffer by being
20 forced to litigate in the contractual forum as [they] agreed to do was clearly foreseeable at the
21 time of contracting." The Bremen v. Zapata Off-Shore Co., 407 U.S. 1, 17–18 (1972). As a
22 result, the Court will only consider the public's interest in rejecting the forum-selection clause.
23 However, these considerations "will rarely defeat a transfer motion." Atl. Marine, 571 U.S. at 64.

24 Finally, if the Court determines transfer is appropriate because of the forum-selection
25 clause, the case will not retain the transferor-district's choice-of-law rules. Generally, when a
26 court employs § 1404(a) to transfer a case to a more convenient forum, the transferee court
27 applies the choice of law provisions from the original forum. See Van Dusen, 376 U.S. at 639.
28 By attaching the original forum's choice of law provisions to the case, parties are less inclined to

1 use § 1404 to shop for a more amenable forum. Id. at 638. However, where the plaintiff has
2 defied a valid forum-selection clause, it loses the right to any “state-law advantages” it would
3 have received in the contested forum. Atl. Marine, 571 U.S. at 65. And so, if the Court transfers
4 this under § 1404(a), it will shed Nevada’s choice-of-law rules en route to the appropriate forum.

5 **III. Analysis**

6 Both Bank of America and FreedomPay seek to enforce the forum-selection clauses in
7 their respective agreements with Canters Deli. They ask the Court to dismiss Canters Deli’s
8 claims or, in the alternative, to transfer this case to their preselected forums. Canters Deli, on the
9 other hand, asks the Court to deny the motions because they were improperly filed. The deli
10 argues that the motions invoke the wrong procedural mechanism—Rule 12(b)(3) instead of 28
11 U.S.C. § 1404(a)—and therefore must be denied. Alternatively, Canters Deli argues that the
12 forum-selection clauses are either unreasonable or unenforceable.

13 *A. The Court Will Construe These Motions to Dismiss as Motions to Transfer Venue* 14 *Under 28 U.S.C. § 1404(a)*

15 As an initial matter, the Court finds that it is appropriate to construe Bank of America and
16 FreedomPay’s motions to dismiss as motions to transfer venue under § 1404(a).³ Canters Deli is
17 correct that Atlantic Marine dictates that 28 U.S.C. § 1406 and Rule 12(b)(3) are not the correct
18 vehicles to enforce a forum-selection clause. 571 U.S. at 52. However, in the interest of judicial
19 efficiency, the Court will not let a mere technical deficiency in the processors’ papers delay a
20 ruling on the validity of the forum-selection clauses. This is especially the case where, as here,
21 the Court would grant the parties leave to refile motions to transfer. See Simons v. United States,
22 497 F.2d 1046, 1049 n.2 (9th Cir. 1974) (where amendment would be allowed, technical

23
24 ³ Although Atlantic Marine clarified that 28 U.S.C. § 1404(a) was the proper procedure to enforce a forum
25 selection clause, it was silent on whether a party’s incorrect use of FRCP 12(b)(3) and 28 U.S.C. § 1406 warrants
26 denial on its own. See 571 U.S. at 52. Various district courts have confronted the issue to conflicting results.
27 Compare Casanola v. Delta Mach. Ironworks, LLC, No. 18-9377, 2019 WL 2076190 (E.D. La. May 10, 2019)
28 (construing motion to dismiss under 12(b)(3) as a motion to transfer venue under § 1404(a) and transferring the
case); Ann Le v. MBF Leasing, LLC, No. 2:15-cv-861-JCM(GWF), 2016 WL 1238230 (D. Nev. Mar. 29, 2016)
(construing the motion to dismiss as a motion to transfer under § 1404(a) and dismissing the case); Mogannam v.
First Fin. Merch. Svcs., No. 15-cv-0827-TLN-CKD, 2016 WL 561813 (E.D. Cal. Feb. 12, 2016) (construing a
12(b)(3) motion to dismiss as a motion to transfer and transferring the case) with JP Morgan Chase Bank, N.A. v.
Trade Show Fabrications West, Inc., No. 2:12-cv-0554-GMN-CWH, 2014 WL 347476 (D. Nev. Jan. 29, 2014)
(declining to construe motion to dismiss as a motion to transfer under § 1404(a) but granting leave to amend).

1 deficiencies in a pleading should not prevent the Court's decision).

2 Additionally, Canters Deli is not prejudiced by construing the motions to dismiss as
3 motions to transfer. Canters Deli had ample opportunity to defend against a transfer in its
4 opposition. In fact, the deli spent much of its opposition arguing that transfer is not warranted
5 even if the § 1404(a) factors applied. Pl.'s Consol. Resp. 6–9, ECF No. 20. And while the
6 processors did not move to transfer initially, they have both consented to transfer and have raised
7 sufficient argument to apply the § 1404(a) factors. Accordingly, the Court will not deny Bank of
8 America and FreedomPay's motions to dismiss solely because they invoked the incorrect
9 procedural mechanism to enforce their forum-selection clauses. Instead, the Court will construe
10 their motions as motions to transfer under § 1404(a).

11 *B. These Forum-Selection Clauses are Valid and Enforceable*

12 The Court's first step in the § 1404(a) analysis is to determine whether the disputed
13 forum-selection clauses are valid and enforceable. The clauses are enforceable if they were
14 reasonably communicated to Canters Deli and if they apply to the claims the deli brings against
15 each processor. If the forum-selection clauses satisfy those two prongs, the Court will proceed to
16 the three factors outlined in Atlantic Marine to determine whether transfer is appropriate. 571
17 U.S. at 62–66.

18 To start, forum-selection clauses are presumptively valid. Bremen, 407 U.S. at 10;
19 Murphy v. Schneider Nat'l, Inc., 362 F.3d 1133, 1140 (9th Cir. 2004). The Court assumes that
20 the parties bargained for the clause and agreed to litigate in the chosen forum. As a result, a
21 forum-selection clause will stand unless the plaintiff shows: (1) that the incorporation of the
22 clause was the product of fraud, undue influence, or overwhelming bargaining power; (2) that the
23 level of unfairness or inconvenience to litigate in the chosen forum would effectively rob the
24 plaintiff of its day in court; or (3) that enforcing the clause would contravene a strong public
25 policy in the forum state. Bremen, 407 U.S. at 12, 15, 18; Microsoft Corp. v. Motorola, Inc., 696
26 F.3d 872, 884–85 (9th Cir. 2012).

27 *1. Bank of America's Forum-Selection Clause*

28 The Court turns first to Bank of America's forum-selection clause, which designates the

1 Western District of North Carolina as the only acceptable forum. The bank's merchant services
2 agreement is governed by the "Program Guide." See Program Guide 3, ECF No. 12-1 ("The
3 Merchant Agreement contained in Parts I and IV of this Program Guide, your Merchant
4 Processing Application and the schedules thereto . . . contain the terms and conditions" of the
5 agreement between the bank and Canters Deli"). The Program Guide sets out the operating
6 procedures and general terms of the merchant services agreement. Id. at 2. Those terms included
7 forum-selection and choice-of-law clauses at Section 51.1 and 51.2. The Guide provides:

8 51.1. Choice of Law. Our Agreement shall be governed by and construed in
9 accordance with the laws of the State of North Carolina (without regard for its
10 choice of law provisions).

11 51.2. Venue. The exclusive venue for any actions or claims arising under or
12 related to this Agreement shall be in the courts of the State of North Carolina and
13 the United States for the Western District of North Carolina, Charlotte Division,
14 located in Charlotte, North Carolina.

15 Id. at 48. The Program Guide's table of contents—at page one of the Guide—discloses both the
16 choice-of-law and forum-selection clauses. The clauses themselves appear on page forty-eight.

17 Canters Deli does not dispute that the Program Guide governs the terms and conditions of
18 its merchant services agreement with Bank of America. Instead, the deli argues that the forum-
19 selection and choice-of-law clauses are invalid because the bank failed to reasonably
20 communicate the terms to Canters Deli. Alternatively, Canters Deli contends that, even if the
21 terms were reasonably communicated, exceptional circumstances exist that allow the Court to
22 disregard both the bank's and FreedomPay's forum-selection clauses.

23 A party seeking to enforce a forum-selection clause must have reasonably communicated
24 the clause to the adverse party. Carnival Cruise Lines, Inc. v. Shute, 499 U.S. 585, 590 (1991).
25 Canters Deli argues that Bank of America failed to reasonably communicate its forum-selection
26 clause because the clause appeared in a voluminous document full of dense text, the clause was
27 not highlighted or emphasized in any way, and because the clause was in a separate document
28 from the agreement the parties signed. Pl.'s Consol. Resp. 6–7, ECF No. 20. As a result, the deli
 argues that Bank of America's forum-selection clause is invalid.

 The deli points to Mason v. CreditAnswers, LLC for support. No. 07cv1919-L(POR),

1 2008 WL 4165155 (S.D. Cal. Sept. 5, 2008). There, a California district court concluded that a
2 forum-selection clause was unenforceable because CreditAnswers failed to provide adequate
3 notice of the clause. Id. at *2. The Court also found that the clause would “effectively deprive
4 [the plaintiff] of his day in court” because Mason did not have the chance to meaningfully
5 negotiate the agreement’s chosen forum. Id. Important to that Court was the unequal bargaining
6 power between the parties and the little notice Mason received about the forum-selection clause.
7 See id. at *2–*3 (Mason was not business savvy, he was financially distressed, and he did not
8 have the power or opportunity to negotiate a different forum).

9 Mason is distinguishable, however, because Canters Deli is a much different type of
10 plaintiff than Mason. Mason was an individual who did not have the experience to negotiate the
11 forum-selection clause. Canters Deli, on the other hand, is a corporate entity that owned and
12 operated at least two delis. Presumably, Canters Deli had experience with merchant-services
13 agreements and understood that credit-card processors include forum-selection clauses in their
14 agreements. Further, and as Mason acknowledges, the forum-selection clause is not invalid
15 simply because it appeared as part of a form-contract or because the plaintiff did not specifically
16 negotiate those terms. Mason, 2008 WL 4165155 at *2–3 citing Murphy v. Schneider Nat’l, Inc.,
17 362 F.3d 1133, 1140 (9th Cir. 2004).

18 Additionally, the fact that the Program Guide was a separate document that included
19 multiple dense provisions does not render the clause invalid. Admittedly, the Program Guide—at
20 more than eighty pages—contains a lot of information that would make for dull reading.
21 However, that does not remove from Canters Deli the responsibility to understand the terms of
22 its agreement before signing. Lennar Mare Island, LLC v. Steadfast Ins. Co., 139 F.Supp.3d
23 1141, 1165 (E.D. Cal. 2015) (“A person who signs a contract has a general duty to read it”);
24 Massey v. Duke Univ., 503 S.E.2d 155, 158 (N.C. App. 1998). Moreover, Canters Deli did not
25 need to read the entire document to learn of the forum-selection clause. It need only look to the
26 Program Guide’s table of contents, which disclosed both the forum-selection and choice-of-law
27 provisions. Accordingly, the Court finds that the Bank of America reasonably communicated its
28 forum-selection clause to Canters Deli.

1 The Court also finds that the forum-selection clause applies to Canters Deli's four claims
2 against Bank of America. The clause applies to "any actions or claims arising under or related to
3 [the merchant-services] Agreement." Program Guide 48, ECF No. 12-1. Any action related to the
4 bank's duties under the agreement must be litigated in the predetermined forum. The deli's
5 claims fall under that umbrella. The deli pleads breach of contract, breach of the implied
6 covenant of good faith and fair dealing, negligence, and breach of fiduciary duty claim against
7 the bank. Each claim seeks to hold Bank of America liable for its part in Siretskiy's alleged
8 scheme to funnel Canters Deli profits into his personal account. The deli would not have a single
9 cause of action against Bank of America absent the merchant-services agreement. Therefore, the
10 deli's claims arise under the agreement and must be litigated in the Western District of North
11 Carolina.

12 *2. FreedomPay, Inc.'s Forum-Selection Clause*

13 For substantially the same reasons, the Court finds that FreedomPay's forum-selection
14 clause is valid and that the clause applies to the deli's negligence claim against FreedomPay.
15 FreedomPay's Switching Agreement stated:

16 **11.3 Governing Law/Jurisdiction.** This Agreement, the rights of the Parties,
17 hereunder and all actions arising in whole or in part under or in connection
18 herewith, will be governed by and construed and enforced in accordance with the
domestic substantive laws of the Commonwealth of Pennsylvania.

19 Switching Agreement 6, 17, ECF No. 10-2. Like Bank of America, FreedomPay reasonably
20 communicated the forum-selection clause to Canters Deli. FreedomPay's Switching Agreement
21 is much shorter than Bank of America's Program Guide. The governing law section is bolded
22 and appears at the top of the final page of the agreement. In fact, the forum-selection clause
23 appears on the very page that the parties signed to execute the Agreement. *See id.* at 5. Canters
24 Deli was aware that the page contained terms and conditions as evidenced by its owner's
25 signature at the bottom of that page.

26 The clause also applies to Canters Deli's negligence claim against FreedomPay because it
27 governs "all actions arising in whole or in part under or in connection [with the agreement]." *Id.*
28 Although Canters Deli does not bring a breach of contract claim against FreedomPay, its

1 negligence claim arises out of the processor's alleged duty to protect the deli's information from
2 Siretskiy. There could not be a negligence claim against FreedomPay without there first being a
3 business relationship between the two parties. That relationship is governed by the Switching
4 Agreement. As a result, the Court finds that FreedomPay adequately communicated its forum-
5 selection clause to Canters Deli and that the clause governs the deli's negligence claim.

6 *C. Extraordinary Circumstances*

7 Next, the Court must determine whether extraordinary circumstances justify setting aside
8 these valid forum-selection clauses. Under Atlantic Marine, the Court may decline to enforce an
9 otherwise valid forum-selection clause if there is an "exceptional reason" to do so. 571 U.S. at
10 62. Atlantic Marine, however, gives little guidance on what qualifies as an exceptional reason or
11 circumstance. Yei A. Sun v. Advanced China Healthcare, Inc., 901 F.3d 1081, 1088 (9th Cir.
12 2018). Thus, the Court is left with Bremen's guidance. Under Bremen, the Court considers the
13 following factors to determine whether extraordinary circumstances effectively void a forum-
14 selection clause: (1) whether the parties' negotiations are tainted with fraud or overreaching; (2)
15 whether strong public policy contravenes enforcing this forum-selection clause; or (3) whether
16 enforcing the clause would effectively deprive the plaintiff of its day in court. 407 U.S. at 12, 15,
17 18.

18 Canters Deli argues that these forum-selection clauses are fundamentally unfair because
19 they designate two different venues where two separate courts "will be burdened with the
20 discovery, pretrial motions, and trial of cases based on the same facts." Pl.'s Consol. Resp. 8–9,
21 ECF No. 20. Canters Deli points to Blissfield Mfg. Co. v. Blue H2O Sols., LLC for support. No.
22 12-15610, 2013 WL 5450289 (E.D. Mich. Sept. 30, 2013). There, a Michigan district court faced
23 a similar issue—whether the practical effect of enforcing competing forum-selection clauses is
24 too inconvenient to enforce either clause. The case involved an alleged breach of a non-
25 competition agreement by four individual defendants. Id. at *1. The former employer brought
26 nine total causes of action, some of which were pleaded against multiple defendants. Id. at *3.
27 The defendants moved to dismiss, citing the valid forum-selection clauses in their respective
28 non-disclosure agreements. Id. at *4. That court found that the forum-selection clauses were

1 valid but declined to enforce them because the clauses would force the plaintiff “to maintain a
2 minimum of two separate lawsuits which concern the same underlying events” and the
3 defendants “would be required to defend against [certain claims] in two different jurisdictions.”
4 Id. at * 5. The court also found that separating the claims between different venues was improper
5 because the core factual allegations against each defendant “would be identical.” Id.

6 Unlike Blissfield, Canters Deli’s claims against Bank of America and FreedomPay do not
7 overlap. Stated differently, the deli’s claims against Bank of America arise under a separate
8 contract and a different duty of care than does the deli’s claim against FreedomPay. These claims
9 are less complex and less intertwined than the claims in Blissfield. There, three separate
10 plaintiffs asserted nine causes of action against five defendants. Many of the claims applied to
11 multiple defendants whose forum-selection clauses mandated separate venues. Canters Deli does
12 not plead the same cause of action against both Bank of America and FreedomPay, and neither
13 processor would be forced to defend the same cause of action in separate venues.

14 Additionally, because Canters Deli’s causes of action do not overlap, there is less risk of
15 inconsistent judgments. Whereas the Blissfield defendants “worked together” to violate their
16 individual non-compete agreements, there is no allegation that both Bank of America and
17 FreedomPay engaged in identical conduct. Nevertheless, Canters Deli argues that enforcing these
18 forum-selection clauses would force two judges to consider the same conduct and determine
19 whether it violated the processors’ duties either in contract or in tort. However, there is a
20 legitimate chance that the Court could reach conflicting decisions between these defendants even
21 if the Court retained jurisdiction. After all, the processors’ respective liability arises out of their
22 individual contracts with Canters Deli. Their liability turns on the terms in their individual
23 merchant-services agreement. Similarly, the deli’s negligence claims turn on a duty of care that
24 each defendant would owe the deli individually. Therefore, while the facts giving rise to this case
25 are similar, they are not identical as was the case in Blissfield.

26 While the Court is empathetic to the inconvenience that enforcing these forum-selection
27 clauses may create, inconvenience alone does not justify setting aside these valid forum-selection
28 clauses. Bremen is clear that inconvenience must effectively deprive the plaintiff of its day in

1 court. That will not happen here. Canters Deli can both obey the forum-selection clauses and
2 pursue its day in court. And so, the Court will not reject the forum-selection clauses that Canters
3 Deli agreed to merely because they designate two different jurisdictions.

4 Accordingly, the Court finds that Canters Deli's claims against Bank of America must be
5 transferred to the Western District of North Carolina, Charlotte Division, under the parties'
6 forum-selection clause. Likewise, the Court finds that Canters Deli's claims against FreedomPay
7 must be transferred to the Eastern District of Pennsylvania. Therefore, the Court **SEVERES**
8 Canters Deli's claim against FreedomPay and orders that the Clerk of the Court **TRANSFER** the
9 claim to the Eastern District of Pennsylvania. The Court further orders the Clerk of the Court to
10 **TRANSFER** Canters Deli's remaining claims against Banc of America Merchant Services, LLC
11 and Bank of America, N.A. to the Charlotte Division of the Western District of North Carolina.

12 Finally, because the Court elects to transfer this case, it will not reach Bank of America
13 and FreedomPay's remaining arguments under FRCP 12(b)(6).

14 **IV. Conclusion**

15 Accordingly, IT IS HEREBY ORDERED that defendants' FreedomPay, Inc. and Banc of
16 America Merchant Services, LLC and Bank of America's motions to dismiss or, in the
17 alternative, to transfer venue (## 10, 12), which the Court construed as motions to transfer under
18 28 U.S.C. § 1404(a) are **GRANTED**;

19 IT IS FURTHER ORDERED that Canters Deli's negligence claim against FreedomPay,
20 Inc. is hereby **SEVERED** and **TRANSFERRED** to the Eastern District of Pennsylvania;

21 IT IS FURTHER ORDERED that Canters Deli's remaining claims against Banc of
22 America Merchant Services and Bank of America, N.A. are **TRANSFERRED** to the Charlotte
23 Division of the Western District of North Carolina;

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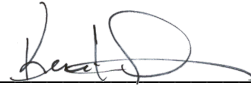
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1 IT IS FURTHER ORDERED that FreedomPay, Inc.'s stand-alone motion to transfer
2 venue (#30) is **DENIED AS MOOT**.

3 Dated this the 10th day of July 2019.

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6 Kent J. Dawson
7 United States District Judge
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